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SHREVEPORT, LOUISIANA 71161-0059 TELEPHONE (318) 429-7200 TELECOPIER (318) 429-7201

Honorable James H. Welsh Commissioner of Conservation State of Louisiana Post Office Box 44275 Baton Rouge, Louisiana 70804-4275

> Re: APPLICATION FOR PUBLIC HEARING.

> > Hosston Formation, Reservoir A; and Cotton Valley Formation, Reservoir A; CASPIANA FIELD, DeSoto Parish, Louisiana.

Dear Sir:

J-W OPERATING COMPANY ("Applicant") hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Hosston Formation, Reservoir A, and to the Cotton Valley Formation, Reservoir A, in the Caspiana Field, DeSoto Parish, Louisiana:

- To permit Applicant to drill, designate and utilize an additional alternate unit well for HOSS RA SUS and for CV RA SUS at the location shown on the attached plats, in exception to the spacing provisions of Office of Conservation Order No. 191-B, effective April 15, 1975 (applicable to the Hosston Formation, Reservoir A), and Office of Conservation Order No. 191-A, effective February 15, 1975 (applicable to the Cotton Valley Formation, Reservoir A), and in lieu of the location approved for this well by Office of Conservation Order Nos. 191-B-78 and 191-A-84, both effective July 7, 2004.
- To find that the proposed alternate unit well is necessary to efficiently and economically drain a portion of the Hosston Formation, Reservoir A, underlying HOSS RA SUS, and a portion of the Cotton Valley Formation, Reservoir A, underlying CV RA SUS, which cannot be efficiently and economically drained by any existing well on these units.
 - 3. To discuss such other matters as may be pertinent to this application.

The Hosston Formation, Reservoir A, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana, was defined in Office of Conservation Order No. 191-B, effective April 15, 1975.

The Cotton Valley Formation, Reservoir A, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana, was defined in Office of Conservation Order No. 191-A, effective February 15, 1975, and was further defined in Office of Conservation Order No. 191-A-5, effective February 22, 1983.

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Any pertinent data concerning this application will be available for inspection at the offices of Mr. Joe B. Adams, 9141 Interline Avenue, Suite 3A, Baton Rouge, Louisiana 70809. Any person wishing to inspect any such data should call Mr. Adams at (225) 929-6097 during normal business hours in order to arrange a date and time for such inspection. A copy of any such data which is not otherwise available at the Office of Conservation can be obtained from Applicant at the expense of the requesting party.

As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter, and of each of the attached plats, is being sent to the District Manager of the Shreveport District of the Office of Conservation and to the Interested Owners, Represented Parties and Interested Parties, as shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing, and the enclosed plats, at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Caspiana Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

Finally, we enclose a check payable to the Commissioner of Conservation for the application fee.

Yours very truly.

David L. Smellev

Attorney for J-W Operating Company

DLS:dp Enclosures

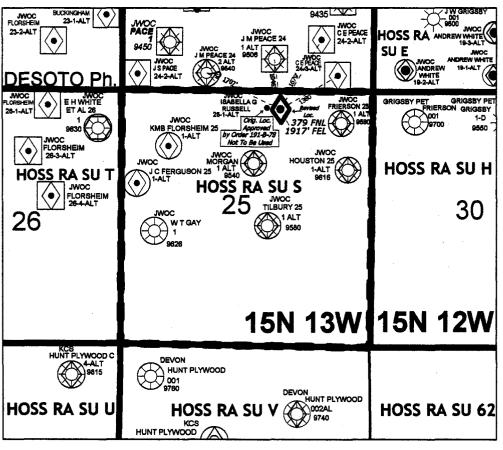
cc: Mr. Jim Broussard (w/encls.)

Mr. Jerry Wooten (w/encls.)

Mr. Michael Baca (w/encls.)

Mr. Joe B. Adams (w/encls.) Interested Owners, Represented

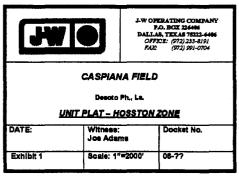
Parties and Interested Parties (w/plats only)



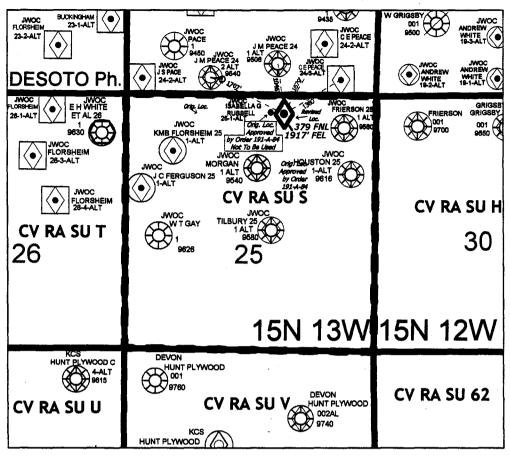
LEGEND

- Existing Units 191—B series
- Proposed Alternate Unit Well
- O Unit Well
- Approved Alternate Unit Well
- Pending Alternate Unit Well
 Posted Wells > 6000'





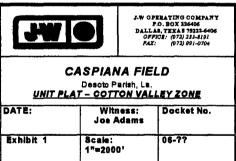
1" = 2000' 2000 4000 8000 ft



LEGEND

- Existing Units 191-A series
- Proposed Alternate Unit Well
- O Unit Well
- Approved Alternate Unit Well
- Pending Alternate Unit Well
 Posted Wells > 6000'





1" = 2000" 2000